

**CIMB FTSE ASEAN 40** *(formerly known as FTSE/ASEAN 40)*  
*(Constituted under a Trust Deed in the Republic of Singapore)*

FINANCIAL STATEMENTS  
Annual Report  
31 December 2007

**CIMB FTSE ASEAN 40** *(formerly known as FTSE/ASEAN 40)*  
*(Constituted under a Trust Deed in the Republic of Singapore)*

**FINANCIAL STATEMENTS**  
For Financial Year ended 31 December 2007

**Contents**

	Page
MANAGER'S INVESTMENT REPORT	1 - 7
REPORT OF THE TRUSTEE	8
STATEMENT BY THE MANAGER	9
INDEPENDENT AUDITOR'S REPORT	10
FINANCIAL STATEMENTS	
Statement of Total Return	11
Balance Sheet	12
Portfolio Statement	13 - 16
Notes to the Financial Statements	17 - 25

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## MANAGER'S INVESTMENT REPORT

### About the CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40) (the "Fund")

The Fund is an exchange traded fund, designed to track the performance of the FTSE/ASEAN 40 Index. Units of the Fund were listed and traded on SGX-ST since 21 September 2006.

#### Details of the Fund

Fund Currency	USD dollar
Listing Date on SGX-ST	21-Sep-06
Stock Code on SGX-ST	M62
Board Lot	100 units
Price as at 31 December 2007	10.10
NAV as at 31 December 2007	175.03 million
Number of units as at 31 December 2007	17,200,000
NAV per unit as at 31 December 2007	10.18
Management Fee	0.65%

#### Performance

Cumulative Performance (%) as at 31 Dec 07		Fund's Performance	Index's Performance
31/12/2007	From		
1 Month	30/11/2007--31/12/2007	3.59%	3.16%
3 Month	28/09/2007--31/12/2007	8.02%	6.30%
6 Month	29/06/2007--31/12/2007	12.85%	12.60%
1 Year	29/12/2006--31/12/2007	29.49%	30.68%
Since Inception	21/09/2006--31/12/2007	55.38%	55.49%

The Fund aims to mirror the performance of FTSE/ASEAN 40 Index (the "Index"), using full replication strategy, that involves investing in all index securities in substantially the same proportion or weighting as the Index. The Fund also invests in the Index Return ASEAN Access Product ("IRAAP").

The Index is a tradable index launched by FTSE in conjunction with 5 ASEAN Exchanges - PT Bursa Efek Jakarta (Jakarta Stock Exchange), Bursa Malaysia Berhad, The Philippine Stock Exchange, Inc., Singapore Exchange Securities Trading Limited (SGX-ST) and The Stock Exchange of Thailand (SET). The Fund is the first collaborative effort amongst the 5 Exchanges under the ASEAN umbrella. The Index represents the performance of the 40 largest stocks of the 5 Exchanges and is subject to rigorous ground rules such as free float adjustment and liquidity screening to ensure that these stocks are highly investable. The transparent and freely available index rules are governed and maintained by an independent committee of leading market professionals.

## MANAGER'S INVESTMENT REPORT

### Performance (continued)

The IRAAP is linked to the performance of the Index itself. The final settlement price of each IRAAP is determined by reference to the actual closing price of the Index plus any applicable accumulated dividends, less any applicable expenses.

Since 1 January 2007 to 31 December 2007, the NAV of the Fund increased by 32.72%, while the Index increased by 30.72%.

The Asean-5 economy grew strongly in 2007 despite lingering concerns over persistently high global oil prices, rising inflationary. The real GDP forecast for 2007 of Singapore, Malaysia, Thailand, Indonesia and Philippines are 7.5%, 6.0%, 4.5%, 6.3% and 7.1% respectively.

Strengthening domestic demand and solid expansion of net exports accelerated real GDP growth from 6.2% in 1H07 to 6.5% in 3Q, which helped the Indonesian economy to sustain growth of 6.3% in the first three quarters of the year (5.3% in Jan-Sep 06). Malaysian economy managed to post a strong creditable growth of 6.7% in 3Q (5.8% in 2Q), due to resilient strong domestic demand and higher investment spending. Consumer spending surged 14% in 3Q on the back of higher disposable income and strong commodity income. In Philippines, exports posted negative growth y-y as the peso continued to strength. Average real GDP growth reached 7.1%, topping last year's 5.4%, but GDP was down q-q. Being a trade-dependent economy with the highest trade to GDP ratio in the world, Singapore is very vulnerable to any moderation in external trade cycle. Exports of goods and services grew slower than imports in 2Q07, while the situation reversed in 3Q07. Political and policy uncertainties remained a drag on both consumer and business sentiments in Thailand.

The top 10 holdings of the Fund as of 31 December 2007 represented US\$ 83,876,635, approximately 48.15% of the Fund's net asset, while it was US\$ 79,145,067 as of 31 December 2006, 49.05% of the Fund.

### Investments at market value and as a percentage of NAV as at 31 December 2007 classified by:

Investments at market value and as a percentage of NAV		Market Value	% of NAV
i)	<b>Country</b>	<b>USD</b>	
	Singapore	70,739,886	40.60
	Malaysia	53,373,086	30.64
	Indonesia	21,150,640	12.14
	Thailand	18,215,819	10.46
	Philippines	1,847,236	1.06
	Luxembourg	7,776,000	4.46
		<hr/>	
ii)	<b>Industry</b>	<b>Market Value</b>	<b>% of</b>
		<b>USD</b>	<b>NAV</b>
	Communications	25,918,534	14.88
	Consumer	30,951,112	17.76
	Diversified	16,333,479	9.37
	Energy	9,589,387	5.50
	Financial	70,384,815	40.42
	Industrial	8,423,201	4.83
	Utilities	3,726,139	2.14
	Warrants	7,776,000	4.46
		<hr/>	

## MANAGER'S INVESTMENT REPORT

### Performance (continued)

iii)	Asset Class	Market Value	% of NAV
		USD	
	Equities	165,326,667	94.90
	Warrants	7,776,000	4.46
	Cash and Equivalents	1,122,916	0.64

### Details of Top 10 Holdings of the Fund

#### As at 31 December 2007

	Cost USD	Market Value USD	% of total net assets	% of share capital owned	Dividends received USD	Dividend cover ratio
Singapore Telecom	6,133,261	10,830,769	6.22	0.02	476,405	1.21
DBS Group Holdings	8,421,782	10,015,954	5.75	0.05	165,485	0.02
Sime Darby Bhd	6,088,534	9,707,838	5.57	0.05	115,724	N.A.
United Overseas Bank	7,332,902	9,618,804	5.52	0.05	410,078	2.89
Overseas Chinese Banking	6,052,385	8,266,382	4.75	0.05	281,725	2.74
Malayan Banking	7,318,198	8,226,656	4.72	0.06	319,581	1.52
Public Bank Fgn	5,466,876	7,054,182	4.05	0.06	129,588	1.15
Bumiputra-Commerce Holdings	3,920,574	6,873,420	3.95	0.06	123,076	4.36
Telekomunikasi Indonesia	5,660,783	6,656,989	3.82	0.03	185,378	1.80
Keppel Corp	3,348,983	6,625,641	3.80	0.05	85,151	1.79
	<u>59,744,277</u>	<u>83,876,635</u>	<u>48.15</u>			

#### As at 31 December 2006

	Cost USD	Market Value USD	% of total net assets	% of share capital owned	Dividends received USD	Dividend cover ratio
DBS Group Holdings	9,963,200	12,151,057	8.55	0.06	90,173	2.46
United Overseas Bank	8,451,717	10,422,906	7.33	0.05	-	2.08
Singapore Telecom	7,027,976	9,720,845	6.84	0.03	137,175	3.11
Malayan Banking	8,491,630	9,178,368	6.46	0.07	265,431	1.21
Overseas Chinese Banking	7,046,746	8,492,238	5.98	0.05	-	-
Telekomunikasi Indonesia	6,654,534	8,227,809	5.79	0.04	39,322	1.81
IRAAP	5,008,000	5,949,600	4.19	100	31,150	NA
Singapore Airlines	4,265,517	5,220,454	3.67	0.04	44,153	2.25
Bumiputra-Commerce Holdings	4,081,171	5,029,377	3.54	0.07	-	-
Keppel Corp	3,816,270	4,752,413	3.54	0.05	-	1.89
	<u>64,806,762</u>	<u>79,145,067</u>	<u>49.05</u>			

### Exposure to derivatives

No of Warrants	Warrants on FTSE ASEAN Tradable Inex Index Return ASEAN Securities Access (IRAAPs)	Fair Value USD	Percentage of total net assets %
800,000		<u>7,776,000</u>	<u>4.46</u>

## MANAGER'S INVESTMENT REPORT

### Index constituent's weights

Constituent Name	As at 12/31/2007 %	Constituent Name	As at 12/31/2006 %
Singapore Telecom	6.51	DBS Group Holdings	8.77
DBS Group Holdings	5.98	United Overseas Bank	7.69
Sime Darby Bhd	5.96	Singapore Telecom	7.10
United Overseas Bank	5.86	Malayan Banking	6.70
Overseas Chinese Banking	4.96	Overseas Chinese Banking	6.19
Malayan Banking	4.95	Telekomunikasi Indonesia	5.97
Public Bank Fgn	4.27	Singapore Airlines	3.69
Bumiputra-Commerce Holdings	4.12	Bumiputra-Commerce Holdings	3.64
Telekomunikasi Indonesia	4.01	Keppel Corp	3.55
Keppel Corp	3.94	City Developments	2.98
IOI	3.85	Capitaland	2.93
Wilmar International Limited	3.52	Astra International	2.78
PTT	3.45	Genting	2.61
Astra International	3.22	PTT	2.57
Singapore Airlines	2.81	IOI	2.53
City Developments	2.48	Singapore Press Holdings	2.32
Genting	2.44	Maxis Communications	1.91
PTT Exploration & Production	2.36	Bank Central Asia	1.87
Capitaland	2.23	PTT Exploration & Production	1.84
Singapore Press Holdings	1.81	Bank Rakyat Indonesia	1.83
Bank Rakyat Indonesia	1.75	Tenaga Nasional	1.74
Bank Central Asia	1.75	Singapore Technologies Engineerin	1.56
MISC (F)	1.64	Bangkok Bank	1.50
Singapore Technologies Engineerin	1.42	Telekom Malaysia	1.48
SembCorp Industries	1.32	Perusahaan Gas Negara	1.23
Telekom Malaysia	1.28	Resorts World	1.19
Resorts World	1.25	SembCorp Industries	1.17
Bangkok Bank	1.21	Siam Cement	1.06
Tenaga Nasional	1.15	Kasikornbank	1.05
Kasikornbank	1.11	Phil Long Dist Tel	1.03
Perusahaan Gas Negara	1.09	Advanced Info Serv	1.00
Phil Long Dist Tel	1.07	British American Tobacco (Malaysia)	0.92
Advanced Info Serv	0.93	Indosat	0.86
Siam Commercial Bank PCL	0.87	IRPC	0.85
Siam Cement	0.76	Plus Expressways	0.84
Plus Expressways	0.73	Siam Commercial Bank PCL	0.78
British American Tobacco (Malaysia)	0.66	Bank Mandiri	0.69
Bank Mandiri	0.56	YTL Power International	0.64
Unilever Indonesia	0.40	Krung Thai Bank	0.49
Krung Thai Bank	0.31	Astro All Asia Networks	0.48

## MANAGER'S INVESTMENT REPORT

### Creation/redemption for the financial year ended 31 December 2007

Total subscription during the financial year under review amounted to US\$ 3,116,000 (400,000 units), while total redemption during the financial year under review amounted to US\$ 22,320,000 (2,400,000 units).

### Other information

During the reporting period, the Fund had no exposure to other unit trusts, mutual funds and collective investment schemes and had no borrowings. There is no other material information that will adversely impact the valuation of the Fund.

Management expense ratio (annualised)	<u>0.80%</u>
Turnover ratio	<u>8.82%</u>

<sup>1</sup> The expense ratio is computed in accordance with the revised IMAS' guidelines on disclosure of expense ratios dated 25 May 2005. Refer to note 12 for details.

<sup>2</sup> The portfolio turnover ratio is calculated in accordance with the formula stated in the "Code on Collective Investment Schemes". Refer to note 12 for details.

### Change in investment personnel

Ken Goh joined CIMB-Principal Asset Management (S) Pte Ltd in January 2007 as CEO/Head of International Investment and is the appointed portfolio manager of the Fund. Steven Li joined in May 2007 as Assistant Manager of the Fund.

### Soft dollar commissions

During the financial year under review, no soft dollar commissions were received from brokers.

## **MANAGER'S INVESTMENT REPORT**

### **Information on the Manager**

The Manager of the Fund is CIMB -Principal Asset Management (S) Pte Ltd (Company Registration Number 200607208K), a private limited company, incorporated in Singapore on 18 May 2006. The Manager is wholly-owned by CIMB-Principal Asset Management Berhad in Malaysia, which has been managing discretionary and mutual funds in Malaysia for more than 10 years.

The Manager obtained its capital markets services licence on 24th April 2007 and presently manages the Fund and several other discretionary accounts, with total assets under management of about SGD485 million as at 31 December 2007.

### **Directors of the Manager**

#### **Datuk Noripah binti Hj Kamsu**

Datuk Noripah of 90, Jalan TR 8/3, Tropicana Golf & Country Resort, 47410 Petaling Jaya, Selangor, Malaysia, has been a Director of CIMB -Principal Asset Management (S) Pte Ltd since 18 May 2006, and a Director of CIMB -Principal Asset Management Berhad since 2 February 2005. She is also the Chief Executive Officer of CIMB -Principal Asset Management Berhad. Prior to that she was the Executive Director/Chief Executive Officer of CIMB Futures Sdn Bhd from October 1996 to September 2004, where she was responsible in strategic direction, business plans, marketing initiative and client requisition. From January 1993 to August 2004, she was with Commerce International Merchant Bankers Berhad, and held various positions (Deputy General Manager, General Manager and Director) in the Corporate Banking Division. From March 1983 to January 1993, she was in Corporate Banking with Bank of Commerce (M) Berhad where she was responsible for managing loan portfolios. Datuk Noripah's experience in the asset management business was derived when she sat as one of the Investment Panel of Commerce Asset Fund Managers from 1997 to 2001. Datuk Noripah and the other team members of the Investment Panel of Commerce Asset Fund Managers were responsible for ensuring that the investment management of the funds is consistent with the objectives of the funds, the deeds of trusts constituting the funds, Securities Commission Guidelines and relevant securities laws, any internal investment restrictions and policies of the investment managers. She received her Bachelor in Business Administration from the Northern Illinois University, Dekalb, Illinois, USA and a Master in Business Administration from the Marshall University, Huntington, West Virginia, USA.

#### **Tang Chee Kin**

Mr Tang of 14, Jalan Batai Barat, Damansara Heights, 50490, Kuala Lumpur, Malaysia, has been a Director of CIMB-Principal Asset Management (S) Pte Ltd since 18 May 2006. He joined CIMB-Principal Asset Management Berhad on 1 October 2004 as the Chief Investment Officer. He has 18 years of experience in the asset management business. Prior to joining the CIMB-Principal Asset Management Berhad, he was the Chief Investment Officer/Executive Director of CMS Dresdner Asset Management from 1996 to 2004 and was jointly responsible in making regional asset allocation decisions within Asia Pacific ex-Japan. He began his career as an investment officer in Rashid Hussain Asset Management in 1987 for 4 years before moving on to CIMB Securities Sdn. Bhd. as an investment executive for 1 year. In 1992, he joined SBB Asset Management as a fund manager until 1996. Mr Tang is a fellow of the Chartered Institute of Management Accountants (CIMA) United Kingdom. He obtained his fund manager's representative's license in 1992.

## **MANAGER'S INVESTMENT REPORT**

### **Goh Zee Wei Ken**

Mr Goh of 33 Mount Sinai Rise #22-08 Singapore 276954, joined CIMB-Principal Asset Management (S) Pte Ltd as Head, International Investment. Besides this functional role, he is also the CEO and a Director of CIMB-Principal Asset Management (S) Pte Ltd. Before his current appointment, Mr Goh was Director of Investment at APS Asset Management, which is the winner of the Enterprise 50 Award, 2006 and well-regarded for its bottom-up investment process for managing Asian equities. Mr Goh has also served as Head of Investment Advisory, Asia for MeesPierson as well as Chief Investment Officer, Singapore for Allianz Dresdner Asset Management. Prior to joining Allianz Dresdner Asset Management in 2001, Mr Goh was the Executive Director of Phillip Capital Management during its start-up phase, managing absolute returns portfolios. From 1994 to 2000, Mr Goh served as an Investment Manager with the GIC (Government of Singapore Investment Corp). He has managed UK, Italy, Ireland, Pan European and Global Sector equity portfolios. He was a member of the Global Resources & Industrial as well as Global Financial Services Research Group. Besides equity investment experience, Mr Goh has been rotated to GIC Bonds and Economics/Asset Allocation departments. He was based in GIC London office in 1998 and had been seconded to Schroders Investment Management (London) in 1996, Lazard Asset Management (London) in 1995 and Bankers Trusts (Singapore) in 1993. Mr Goh graduated from the National University of Singapore as Bachelor of Business Administration with a 1st Class Honours. He is a Chartered Financial Analyst (CFA) charter-holder since 1997.

### **Appointed Portfolio Manager of the Fund**

The appointed individual/principal portfolio manager of the Fund who will be primarily performing the investment management functions for the Fund is Mr Goh Zee Wei Ken who is also one of the directors of the Manager. Please see his write-up above for more information on his qualification, experience and employment history.

## REPORT OF THE TRUSTEE

The Trustee is under a duty to take into custody and hold the assets of CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40) (the "Fund") in trust for the unitholders. In accordance with the Securities and Futures Act (Cap. 289), its subsidiary legislation and the Code on Collective Investment Schemes (collectively referred to as the "laws and regulations"), the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each financial year and report thereon to unitholders in an annual report which shall contain the matters prescribed by the laws and regulations as well as the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Certified Public Accountants of Singapore and the Trust Deed.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the period covered by these financial statements set out on pages 11 to 25, comprising the Statement of Total Return, Balance Sheet, Portfolio Statement and Notes to the Financial Statements, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed, laws and regulations and otherwise in accordance with the provisions of the Trust Deed.

For and on behalf of the Trustee  
DBS Trustee Limited

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Director  
29 February 2008

## **STATEMENT BY THE MANAGER**

In the opinion of the directors of CIMB-Principal Asset Management (S) Pte. Ltd., the accompanying financial statements set out on pages 11 to 25, comprising the Statement of Total Return, Balance Sheets, Portfolio Statement and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position of the Fund as at 31 December 2007, the total return and movements in unitholders' for the financial year then ended in accordance with the recommendations of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts", issued by the Institute of Certified Public Accountants of Singapore. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of directors of CIMB-Principal Asset Management (S) Pte. Ltd

Goh Zee Wei Ken  
Chief Executive Officer/Director  
Singapore  
29 February 2008

Datuk Noripah Kamsu  
Director  
Kuala Lumpur  
29 February 2008

**INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF  
CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)**  
(Constituted under a Trust Deed in the Republic of Singapore)

We have audited the financial statements of CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40) (the "Fund") set out on pages 11 to 25, which comprise the Balance Sheet and Portfolio Statement as at 31 December 2007, the Statement of Total Return for the year then ended, and a summary of significant accounting policies and other explanatory notes.

*Manager's Responsibility for the Financial Statements*

The Fund's Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the *recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Certified Public Accountants of Singapore*. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Fund's Manager, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as at 31 December 2007 and the total return for the year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Certified Public Accountants of Singapore.

PricewaterhouseCoopers  
Certified Public Accountants

Singapore,  
29 February 2008

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***STATEMENT OF TOTAL RETURN***For the financial year ended 31 December 2007*

	Note	01.01.2007 to 31.12.2007 US\$	06.09.2006(date of setting up the Fund) to 31.12.2006 US\$
<b>Investment income</b>			
Dividends		6,488,189	963,593
Interest		31,681	10,868
		6,519,870	974,461
<b>Less : Expenses</b>			
Management fees		(1,102,416)	(229,949)
Preliminary expenses		-	(64,617)
Others		(290,118)	(11,837)
	3	(1,392,534)	(306,403)
<b>Net investment income</b>		5,127,336	668,058
<b>Net gains or losses on value of investments</b>			
Net change in fair value on investments		33,074,859	21,436,143
Net realized gain(loss) on investments		9,791,534	-
Net gain/(loss) on foreign exchange		(30,339)	(56,758)
<b>Net gains on value of investments</b>		42,836,054	21,379,385
Total return for the year/period before income tax		47,963,390	22,047,443
Less: Income tax	4	3,339,166	(4,453,816)
<b>Total return for the year/period</b>	7	51,302,556	17,593,627

*The accompanying notes form an integral part of these financial statements.*

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***BALANCE SHEET***For the financial year ended 31 December 2007*

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		01.01.2007 to 31.12.2007 2007 US\$	06.09.2006 to 31.12.2006 2006 US\$
<b>ASSETS</b>			
<b>Current assets</b>			
Portfolio of investments		173,102,667	143,456,016
Net dividend receivables		517,198	226,711
Interest and other receivables		11,149	12,667
Cash and bank balances	5	994,640	3,044,265
<b>Total assets</b>		<b>174,625,654</b>	<b>146,739,659</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Financial derivatives	9	449	-
Due to Manager		373,578	294,566
Other payables		26,044	30,837
Net assets attributable to unitholders	7	174,225,583	142,127,027
		<b>174,625,654</b>	<b>142,452,430</b>
<b>Non-current liability</b>			
Deferred income tax liability	4, 6	-	4,287,229
<b>Total liabilities</b>		<b>174,625,654</b>	<b>146,739,659</b>

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*The accompanying notes form an integral part of these financial statements.*

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***PORTFOLIO STATEMENT***For the financial year ended 31 December 2007*

	Holdings at 31.12.2007	Fair Value at 31.12.2007 US\$	Percentage of total net assets attributable to unitholders at 31.12.2007 %
<b>Primary - by Industry</b>			
<b>Quoted</b>			
<b>EQUITIES</b>			
<b>Communications</b>			
Advanced Info Serv (NVDR) <sup>1</sup>	541,200	1,542,384	0.89
Philippine Long Distance Telephone Company	24,190	1,847,236	1.06
Singapore Press Holdings	943,000	2,935,613	1.68
Singapore Telecommunications	3,936,000	10,830,769	6.22
Telekom Malaysia	627,300	2,105,543	1.21
Telekomunikasi Indonesia	6,191,000	6,656,989	3.82
		25,918,534	14.88
<b>Consumer</b>			
Astra International	1,845,000	5,264,133	3.02
British American Tobacco (Malaysia)	86,100	1,067,463	0.61
Genting Berhad	1,697,400	4,029,208	2.31
IOI Corporation	2,730,600	6,357,914	3.65
Plus Expressways	1,234,100	1,216,561	0.70
Resorts World	1,775,300	2,082,904	1.20
Singapore Airlines	369,000	4,430,769	2.54
Unilever Indonesia	943,000	677,659	0.39
Wilmar International	1,558,000	5,824,501	3.34
		30,951,112	17.76
<b>Diversified</b>			
Keppel Corporation	738,000	6,625,641	3.80
Sime Darby	2,697,800	9,707,838	5.57
		16,333,479	9.37
<b>Energy</b>			
PTT Exploration & Production (NVDR) <sup>1</sup>	799,500	3,868,740	2.22
PTT Public Company (NVDR) <sup>1</sup>	512,500	5,720,647	3.28
		9,589,387	5.50

*The accompanying notes form an integral part of these financial statements.*

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***PORTFOLIO STATEMENT***For the financial year ended 31 December 2007*

	Holdings at 31.12.2007	Fair Value at 31.12.2007 US\$	Percentage of total net assets attributable to unitholders at 31.12.2007 %
<b>Primary - by Industry (continued)</b>			
<b>Quoted</b>			
<b>EQUITIES</b>			
<b>Financial</b>			
Bangkok Bank (NVDR) <sup>1</sup>	574,000	2,010,747	1.15
Bank Central Asia	3,763,800	2,925,129	1.68
Bank Mandiri	2,501,000	925,261	0.53
Bank Rakyat Indonesia	3,710,500	2,903,457	1.67
Bumiputra-Commerce Holdings	2,066,400	6,873,420	3.95
Capitaland	861,000	3,751,282	2.15
City Developments	410,000	4,000,000	2.30
DBS Group Holdings	697,000	10,015,954	5.75
Kasikornbank (NVDR) <sup>1</sup>	717,500	1,842,474	1.06
Krung Thai Bank (NVDR) <sup>1</sup>	1,738,400	516,075	0.30
Malayan Banking	2,365,700	8,226,656	4.72
Overseas Chinese Banking Corporation	1,435,000	8,266,382	4.75
Public Bank (FGN MKT)	2,140,200	7,054,182	4.05
Siam Commercial Bank (NVDR) <sup>1</sup>	569,900	1,454,992	0.84
United Overseas Bank	697,000	9,618,804	5.52
		70,384,815	40.42
<b>Industrial</b>			
MISC (FGN)	914,300	2,723,270	1.56
SembCorp Industries	533,000	2,114,815	1.21
Siam Cement (NVDR) <sup>1</sup>	184,500	1,259,760	0.73
Singapore Technologies Engineering	902,000	2,325,356	1.33
		8,423,201	4.83
<b>Utilities</b>			
Perusahaan Gas Negara	1,111,100	1,798,011	1.03
Tenaga Nasional	664,200	1,928,128	1.11
		3,726,139	2.14

*The accompanying notes form an integral part of these financial statements.*

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***PORTFOLIO STATEMENT***For the financial year ended 31 December 2007*

	Holdings at 31.12.2007	Fair Value at 31.12.2007 US\$	Percentage of total net assets attributable to unitholders at 31.12.2007 %
<b>Primary - by Industry (continued)</b>			
<b>Quoted</b>			
<b>WARRANTS</b>			
Citigroup Index Return ASEAN Securities Access Products (AAPs) <sup>2</sup>	800,000	7,776,000	4.46
<b>Portfolio of investments</b>		173,102,667	99.36
<b>Other net assets</b>		1,122,916	0.64
<b>Net assets attributable to unitholders</b>		174,225,583	100.00

<sup>1</sup> Non-Voting Depository Receipts<sup>2</sup> Index Return Access Asean Product low exercise price warrant

	Percentage of total net assets attributable to unit holders at 31.12.2007 %	Percentage of total net assets attributable to unit holders at 31.12.2006 %
<b>Primary - by Industry (continued)</b>		
<b>Summary</b>		
<b>Quoted</b>		
<b>EQUITIES</b>		
Basic Materials	0.00	0.82
Communications	14.88	21.40
Consumer	17.76	14.24
Diversified	9.37	3.34
Energy	5.50	4.27
Financial	40.42	45.59
Industrial	4.83	3.65
Utilities	2.14	3.44
<b>WARRANTS</b>	4.46	4.19
<b>Portfolio of investments</b>	<b>99.36</b>	<b>100.94</b>
<b>Other net assets / (liabilities)</b>	<b>0.64</b>	<b>(0.94)</b>
<b>Net assets attributable to unitholders</b>	<b>100.00</b>	<b>100.00</b>

*The accompanying notes form an integral part of these financial statements.*

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***PORTFOLIO STATEMENT***For the financial year ended 31 December 2007*

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	Fair Value at 31.12.2007 US\$	Percentage of total net assets attributable to unitholders at 31.12.2007 %	Percentage of total net assets attributable to unitholders at 31.12.2006 %
<b>Secondary - By Geography</b>			
<b><u>By Country of Listing</u></b>			
Singapore	70,739,886	40.60	46.39
Malaysia	53,373,086	30.64	23.83
Indonesia	21,150,640	12.14	14.74
Thailand	18,215,819	10.46	10.79
Philippines	1,847,236	1.06	1.00
Luxembourg	7,776,000	4.46	4.19
<b>Portfolio Of Investments</b>	<b>173,102,667</b>	<b>99.36</b>	<b>100.94</b>
<b>Other net assets / (liabilities)</b>	<b>1,122,916</b>	<b>0.64</b>	<b>(0.94)</b>
<b>Net assets attributable to unitholders</b>	<b>174,225,583</b>	<b>100.00</b>	<b>100.00</b>

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*The accompanying notes form an integral part of these financial statements.*

## **CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)**

*(Constituted under a Trust Deed in the Republic of Singapore)*

### **NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2007*

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These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

#### **1. General**

CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40) (the "Fund") is a Singapore-domiciled fund constituted by a Trust Deed dated 6 September 2006 between CIMB-GK Securities Pte. Ltd., (the "Retired Managers"), and DBS Trustee Limited (the "Trustee"). This Trust Deed was amended by the First Supplemental Deed dated 15 June 2007 and was entered into by the Retired Managers, the Trustee and CIMB-Principal Asset Management (S) Pte. Ltd (the "Manager"). The Deed is governed by the laws of the Republic of Singapore.

The Fund was listed on the Singapore Exchange Securities Trading Limited ("SGX-ST") on 21 September 2006.

The change in the Fund's name was effected on 15 June 2007.

The investment objective of the Fund is to provide investment results that, before expenses, closely correspond to the performance of the FTSE/ASEAN 40 Index.

In addition to equity securities, the Fund invests into Index Return AAPs issued by the Participating Dealer, Citigroup Global Markets Holdings Inc. The legal form of these AAPs are low strike price American style transferable call warrants linked to underlying shares which comprise of the constituent stocks from time to time of the Index. The strike price of the Index Securities is notional, being only US\$0.00001. These AAPs are transferable securities, listed or to be listed on the Luxembourg Stock Exchange and settled through Euroclear and Clearstream and seek to provide the full economic benefits of the underlying shares in terms of price appreciation, corporate actions and dividends.

#### **2. Significant accounting policies**

##### **(a) Basis of accounting**

The financial statements are prepared in accordance with the historical cost convention, modified by the revaluation of financial assets at fair value through profit or loss and in accordance with the Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" ("RAP 7") issued by the Institute of Certified Public Accountant of Singapore ("ICPAS").

##### **(b) Recognition of income**

Dividend income is recorded gross in the financial statements in the financial year in which the security is quoted ex-dividend.

Interest income is recognised on a time proportion basis using the effective interest method.

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)**

(Constituted under a Trust Deed in the Republic of Singapore)

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2007*

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**2. Significant accounting policies (continued)**

(c) **Financial assets at fair value through profit or loss**

Investments are classified as financial assets, at fair value through profit or loss.

(i) *Initial recognition*

Purchase of investments are recognised on trade date. Investments are recorded at fair value on initial recognition.

(ii) *Subsequent measurement*

Investments are subsequently carried at fair value. Net change in fair value on investments are included in the Statement of Total Return in the period which they arise.

(iii) *Derecognition*

Investments are derecognised on the trade date of disposal. The resultant realised gains and losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price net of transaction costs, and taken up in the Statement of Total Return.

(d) **Basis of valuation of investments**

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. The quoted market price for these investments held by the Fund is the current market quoted bid price.

(e) **Foreign currency translation**

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements are presented in United States dollars, which is the Fund's functional and presentation currency.

Foreign currency monetary assets and liabilities are translated into United States dollars at the rates of exchange prevailing at the date of the balance sheet date. Transactions in foreign currencies during the period are translated into United States dollars at the rates of exchange prevailing at transaction dates. All exchange gains or losses are recognised in the Statement of Total Return.

(f) **Preliminary expenses**

Preliminary expenses incurred by the Fund are expensed off to the Statement of Total Return in the period in which it is incurred.

## **CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)**

*(Constituted under a Trust Deed in the Republic of Singapore)*

### **NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2007*

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#### **2. Significant accounting policies (continued)**

##### **(g) Income taxes**

Current income tax liabilities (and assets) for current periods are recognised at the amounts expected to be paid to (or recovered from) the tax authorities, using the tax rates (and tax laws) that have been enacted or substantially enacted by the balance sheet date.

Deferred income tax assets/liabilities are recognised for all deductible taxable temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements except when the deferred income tax assets/liabilities arise from the initial recognition of an asset or liability in a transaction that is not a business combination and at the time of the transaction, affects neither accounting nor taxable profit or loss.

Deferred income tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred income tax assets and liabilities are measured at:

- (i) the tax rates that are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled, based on tax rates (and tax laws) that have been enacted or substantially enacted by the balance sheet date; and
- (ii) the tax consequence that would follow from the manner in which the Fund expects, at the balance sheet date, to recover or settle the carrying amounts of its assets and liabilities.

Current and deferred income tax are recognised as income or expenses in the Statement of Total Return for the period.

##### **(h) Provisions**

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated.

##### **(i) Distribution**

The Manager may in its absolute discretion decide to distribute income to unitholders at such times as it may determine in each financial year. The amount to be distributed to unitholders will be derived from the net income of the Fund. Distributions will only be paid to the extent that they are available for distribution pursuant to the Trust Deed.

#### **3. Expenses**

The management fees for the Fund is currently set at 0.65% of its net asset value per annum (maximum 1.00% per annum).

The fees of the Trustee, Custodian, Registrar, Investment Advisor, Index Provider and Auditors will be borne by the Manager and will not be charged to the Fund.

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**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2007***4. Income tax**

The Fund was granted Designated Unit Trust ("DUT") status effective 1 January 2007 under Section 35(14) of the Income Tax Act, Chapter 134 ("SITA"). As DUT status has been granted the Fund will not have a deferred tax liability as at 31 December 2007 and therefore the deferred tax liability as at 31 December 2006 of USD 4,287,229 has been reversed.

	<b>01.01.2007 to 31.12.2007 US\$</b>	<b>06.09.2006 to 31.12.2006 US\$</b>
Tax expense attributable to total return is made up of:		
Current income tax		
- Singapore	201,316	50,355
- Overseas	746,747	127,381
Tax recoverable	-	(11,149)
Deferred income tax	(4,287,229)	4,287,229
	<u>(3,339,166)</u>	<u>4,453,816</u>

The Singapore income tax represents tax deducted at source for Singapore sourced dividends. The overseas income tax represents tax withheld on foreign source income.

**5. Cash and bank balances**

	<b>01.01.2007 to 31.12.2007 US\$</b>	<b>06.09.2006 to 31.12.2006 US\$</b>
Cash at bank and on hand	994,640	241,838
Short-term bank deposits	-	2,802,427
	<u>994,640</u>	<u>3,044,265</u>

At the balance sheet date, the carrying amounts of cash and bank balances approximated their fair values.

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2007***6. Deferred income taxes**

	01.01.2007 to 31.12.2007 US\$	06.09.2006 to 31.12.2006 US\$
<b>Deferred income tax liabilities:</b>		
- to be settled after one year	-	4,287,229
	<u>-</u>	<u>4,287,229</u>

The movement in the deferred income tax account is as follows:

	01.01.2007 to 31.12.2007 US\$	06.09.2006 to 31.12.2006 US\$
Beginning of the financial year	4,287,229	-
Tax charge to Statement of Total Return (Note 4)	<u>(4,287,229)</u>	<u>4,287,229</u>
End of financial year	<u>-</u>	<u>4,287,229</u>

**7. Net assets attributable to unitholders**

	01.01.2007 to 31.12.2007 US\$	06.09.2006 to 31.12.2006 US\$
<b>At the beginning of the financial year</b>	142,127,027	-
<b>Operations</b>		
Change in net assets attributable to unitholders resulting from operations	51,302,556	17,593,627
<b>Unitholders' contributions</b>		
Creation of units	3,116,000	124,533,400
Cancellation of units	<u>(22,320,000)</u>	<u>-</u>
Change in net assets attributable to unitholders resulting from creation of units	<u>(19,204,000)</u>	<u>124,533,400</u>
Total increase in net assets attributable to unitholders	32,098,556	142,127,027
<b>At the end of the financial year</b>	<u>174,225,583</u>	<u>142,127,027</u>
<b>Units in issue (note 8)</b>	<u>17,200,000</u>	<u>19,200,000</u>
	<b>US\$</b>	<b>US\$</b>
<b>Net assets attributable to unitholders per unit</b>	<u>10.13</u>	<u>7.40</u>

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2007***7. Net assets attributable to unitholders (continued)**

Reconciliation of net assets attributable to unitholders per unit for issuing/redeeming units at period end and the net assets attributable to unitholders per unit per the financial statements:

	<b>01.01.2007 to 31.12.2007 US\$</b>	<b>06.09.2006 to 31.12.2006 US\$</b>
Net assets attributable to unitholders per unit for issuing/redeeming units	10.18	7.67
Effect of adopting bid prices as fair value	(0.05)	(0.04)
Effect of tax provision on unrealized gains	-	(0.23)
Net assets attributable to unitholders per unit per the financial statements	<u>10.13</u>	<u>7.40</u>

Quoted investments have been valued at the current bid prices in accordance with the revised Statement of Recommended Account Practice 7. For the purpose of the net assets attributable to unitholders per unit calculation for the issuance and redemption of units, quoted investments are stated at the last available transacted price, in accordance with the Code on Collective Investment Schemes.

**8. Units in issue**

	<b>01.01.2007 to 31.12.2007 US\$</b>	<b>06.09.2006 to 31.12.2006 US\$</b>
Units at beginning of the financial year	19,200,000	-
Units created during the financial year	400,000	19,200,000
Units cancelled during the financial year	<u>(2,400,000)</u>	<u>-</u>
Units at end of the financial year	<u>17,200,000</u>	<u>19,200,000</u>

**9. Fair value of financial derivatives contracts**

Financial derivative contracts comprise forward foreign exchange contracts for the sale and purchase of foreign currencies. The contract or underlying principal amounts of these financial derivatives and their corresponding gross positive and negative fair values at the balance sheet date are analysed below.

	<b>01.01.2007 to 31.12.2007</b>		
	<b>Contract of underlying principal amount US\$</b>	<b>Positive fair value US\$</b>	<b>Negative fair value US\$</b>
<b>Forward foreign exchange contracts</b>	<u>277,931</u>	<u>-</u>	<u>449</u>

The Fund did not have any financial derivative contracts in the prior period.

## **CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)**

*(Constituted under a Trust Deed in the Republic of Singapore)*

### **NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2007*

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#### **10. Financial risk management**

The Manager continually monitors the Fund's exposure to risk and appropriate procedures are in place to manage the risks.

(a) Market risk

Market risk is the risk of potential adverse changes to the value of financial investments because of changes in market conditions like interest and currency rate movements and volatility in security prices. The Fund is designated to track the performance of the FTSE/ASEAN 40 Index, therefore the exposure to market risk in the Fund will be substantially the same as the FTSE/ASEAN 40 Index. As an indexed fund, the Manager manages the Fund's exposure to market risk by ensuring that the key characteristics of the portfolio, such as security weight and industry weight, is closely aligned to the FTSE/ASEAN 40 Index characteristics.

At 31 December 2007, the Fund's market risk is affected by two main components: changes in actual market prices and foreign currency movements. If the FTSE/ASEAN 40 Index at 31 December 2007 had increased by 5% with all other variables held constant, this would have increased net assets attributable to holders of redeemable shares by approximately US\$8,711,279 (2006: US\$7,106,351). Conversely, if the FTSE/ASEAN 40 index had decreased by 5%, this would have decreased net assets attributable to holders of redeemable shares by approximately US\$8,711,279 (2006: US\$7,106,351).

(b) Interest rate risk

The Fund's financial assets and liabilities are largely non-interest bearing. Hence, the Fund is not subject to risk of fluctuations in the prevailing levels of market interest rates.

(c) Liquidity risk

The Fund is exposed to daily cash redemptions and disbursements for the settlements of purchases. The Manager therefore ensures that the Fund maintains sufficient cash and cash equivalents and that it is able to obtain cash from the sale of investments held to meet its liquidity requirements. Reasonable efforts will be taken to invest in securities which are traded in a relatively active market and which can be readily disposed of.

The Fund's investments listed securities are considered to be readily realisable as they are listed on established regional stock exchanges.

The Manager may employ derivatives to implement a portfolio strategy, to reduce risk or for the purpose of efficient portfolio management. Market liquidity of complex derivatives are significantly less than traditional investment instruments and such positions may therefore require a longer time to reverse than would be typically be expected for traditional investment instruments. No such investments were held at the balance sheet date.

**CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)***(Constituted under a Trust Deed in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2007***10. Financial risk management (continued)****(d) Foreign currency risk**

The Fund holds assets denominated in currencies other than US dollars, the functional currency. The Fund is therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates. The Fund's policy is not to enter into any currency hedging transactions.

The table below summarises the Fund's exposure to currency risks .

01.01.2007 to 31.12.2007	USD Equivalent						Total
	USD	SGD	THB	PHP	IDR	MYR	
<b>ASSETS</b>							
Portfolio of investments	7,776,000	70,739,886	18,215,819	1,847,236	21,150,640	53,373,086	<b>173,102,667</b>
Net dividend receivables	247,171	153,162	-	-	-	116,865	<b>517,198</b>
Cash and bank balances	716,260	124,502	-	-	-	153,878	<b>994,640</b>
Other receivables	-	11,149	-	-	-	-	<b>11,149</b>
<b>Total assets</b>	<b>8,739,431</b>	<b>71,028,699</b>	<b>18,215,819</b>	<b>1,847,236</b>	<b>21,150,640</b>	<b>53,643,829</b>	<b>174,625,654</b>
<b>LIABILITIES</b>							
Financial derivatives	-	78	-	-	-	371	<b>449</b>
Due to Manager	373,578	-	-	-	-	-	<b>373,578</b>
Other payables	26,044	-	-	-	-	-	<b>26,044</b>
Net assets attributable to unitholders	174,225,583	-	-	-	-	-	<b>174,225,583</b>
<b>Total liabilities</b>	<b>174,625,205</b>	<b>78</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>371</b>	<b>174,625,654</b>
<b>06.09.2006 to 31.12.2006</b>							
<b>ASSETS</b>							
Portfolio of investments	5,949,600	65,937,034	15,335,415	1,412,100	20,953,409	33,868,458	<b>143,456,016</b>
Net dividend receivables	31,150	110,410	-	-	31,732	53,419	<b>226,711</b>
Interest and other receivables	1,518	11,149	-	-	-	-	<b>12,667</b>
Cash and bank balances	2,856,941	147,313	-	-	-	40,011	<b>3,044,265</b>
<b>Total assets</b>	<b>8,839,209</b>	<b>66,205,906</b>	<b>15,335,415</b>	<b>1,412,100</b>	<b>20,985,141</b>	<b>33,961,888</b>	<b>146,739,659</b>
<b>LIABILITIES</b>							
Due to Manager	294,566	-	-	-	-	-	<b>294,566</b>
Other payables	30,837	-	-	-	-	-	<b>30,837</b>
Net assets attributable to unitholders	142,127,027	-	-	-	-	-	<b>142,127,027</b>
Deferred income tax liability	-	4,287,229	-	-	-	-	<b>4,287,229</b>
<b>Total liabilities</b>	<b>142,452,430</b>	<b>4,287,229</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>146,739,659</b>

## **CIMB FTSE ASEAN 40 (formerly known as FTSE/ASEAN 40)**

*(Constituted under a Trust Deed in the Republic of Singapore)*

### **NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2007*

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#### **10. Financial risk management (continued)**

##### **(e) Credit risk**

The Fund takes on exposure to credit risk, which is the risk that the counterparty will be unable to pay amounts in full when due, including transactions with counterparties such as participating dealer, issuers, brokers, custodians and banks.

Impairment provisions are provided for losses that have been incurred by the balance sheet date, if any. The Manager has in place procedures for proper credit screening and monitoring of credit risk.

#### **11. Related party disclosures**

The Fund is managed by CIMB-Principal Asset Management (S) Pte. Ltd. The Trustee of the Fund is DBS Trustee Limited. CIMB-Principal Asset Management (S) Pte. Ltd. is a fully-owned subsidiary of CIMB-Principal Asset Management Berhad. DBS Trustee Limited is a wholly owned subsidiary of DBS Group Holdings Ltd.

The Trustee has appointed State Street Bank and Trust Company ("SSBT") as the custodian of the Fund. SSBT is a subsidiary of State Street Corporation.

Management fees paid or payable by the Fund are shown in the Statement of Total Return and on terms set out in the Trust Deed. All other fees are borne by the Manager as set out in Note 3.

#### **12. Financial ratios**

	<b>01.01.2007 to 31.12.2007</b>	<b>06.09.2006 to 31.12.2007</b>
Ratio of expenses to average net assets <sup>1</sup>	<b>0.80%</b>	<b>0.82%</b>
Portfolio turnover rate <sup>2</sup>	<b>8.82%</b>	<b>0.00%</b>

<sup>1</sup> The expense ratio is computed in accordance with the revised IMAS' guidelines on disclosure of expense ratios dated 25 May 2005. Brokerage and other transaction costs, interest expense, foreign exchange gains/losses, tax deducted at source or arising on income received and dividends paid to unitholders are not included in the expense ratio. The Fund does not pay any performance fees.

<sup>2</sup> The portfolio turnover ratio is calculated in accordance with the formula stated in the "Code on Collective Investment Schemes". In accordance with the Fund's Trust Deed, units are issued through a creation of an Index Basket. For each creation Unit (comprising 400,000 units), the Fund receives an Index Basket consisting of constituent shares plus or minus a cash payment as determined by the Manager on a daily basis. For the purpose of computation of the portfolio turnover rate, the value of the Index Baskets received is not considered as part of purchases or sales.